

SECOND REGULAR SESSION

HOUSE BILL NO. 887

92ND GENERAL ASSEMBLY

INTRODUCED BY REPRESENTATIVE BLAND.

Pre-filed December 17, 2003, and copies ordered printed.

STEPHEN S. DAVIS, Chief Clerk

2880L.02I

AN ACT

To repeal sections 374.700, 374.705, 374.710, 374.715, 374.725, 374.730, 374.735, 374.740, 374.755, 374.757, 374.763, 374.765, 544.640, and 544.650, RSMo, and to enact in lieu thereof twenty-four new sections relating to the regulation and licensing of certain professions, with penalty provisions and an effective date for certain sections.

Be it enacted by the General Assembly of the state of Missouri, as follows:

Section A. Sections 374.700, 374.705, 374.710, 374.715, 374.725, 374.730, 374.735, 374.740, 374.755, 374.757, 374.763, 374.765, 544.640, and 544.650, RSMo, are repealed and twenty-four new sections enacted in lieu thereof, to be known as sections 374.700, 374.702, 374.704, 374.705, 374.715, 374.716, 374.717, 374.719, 374.730, 374.735, 374.740, 374.755, 374.757, 374.763, 374.764, 374.765, 374.783, 374.784, 374.785, 374.786, 374.787, 374.788, 374.789, and 544.640, to read as follows:

374.700. **1. Sections 374.700 to 374.789 shall be known and may be cited as the "Professional Bail Bondsman and Surety Recovery Agent Licensure Act".**

2. As used in sections 374.700 to [374.775] 374.789, the following terms shall mean:

(1) "Bail bond agent", a surety agent or an agent of a property bail bondsman who is duly licensed under the provisions of sections 374.700 to 374.775, is employed by and is working under the authority of a licensed general bail bond agent;

(2) "Bail bond" or "appearance bond", a bond for a specified monetary amount which is executed by the defendant and a qualified licensee under sections 374.700 to 374.775 and which is issued to a court or authorized officer as security for the subsequent court appearance of the defendant upon the defendant's release from actual custody

EXPLANATION — Matter enclosed in bold faced brackets [thus] in this bill is not enacted and is intended to be omitted in the law. Matter in boldface type in the above law is proposed language.

11 **pending the appearance;**

12 (3) "Department", the department of insurance of the state of Missouri;

13 [(3)] (4) "Director", the director of the department of insurance;

14 (5) "Fugitive recovery", the tracking down, recapturing, and surrendering to the
15 custody of a court a fugitive who has violated a bail bond agreement;

16 [(4)] (6) "General bail bond agent", a surety agent or a property bail bondsman, as
17 defined in sections 374.700 to 374.775, who is licensed in accordance with sections 374.700 to
18 374.775 and who devotes at least fifty percent of his working time to the bail bond business in
19 this state;

20 (7) "Insurer", any surety insurance company which is qualified by the department
21 of insurance to transact surety business in Missouri;

22 (8) "Licensee", a bail bond agent or a general bail bond agent;

23 [(5)] (9) "Property bail bondsman", a person who pledges United States currency, United
24 States postal money orders or cashier's checks or other property as security for a bail bond in
25 connection with a judicial proceeding, and who receives or is promised therefor money or other
26 things of value;

27 [(6)] (10) "Surety bail bond agent", any person appointed by an insurer by power of
28 attorney to execute or countersign bail bonds in connection with judicial proceedings, and who
29 receives or is promised money or other things of value therefor;

30 [(7)] (11) "Surety recovery agent", a person not performing the duties of a sworn peace
31 officer who tracks down, captures and surrenders to the custody of a court a fugitive who has
32 violated a bail bond agreement, [excluding] including a bail bond agent or general bail bond
33 agent;

34 (12) "Taking of bail" or "take bail", the acceptance by a person authorized to take
35 bail of the undertaking of a sufficient surety for the appearance of the defendant according
36 to the terms of the undertaking or that the surety will pay to the court the sum specified.
37 Taking of bail or take bail does not include the fixing of the amount of bail and no person
38 other than a court of competent jurisdiction shall fix the amount of bail.

374.702. 1. No person shall engage in the bail bond business as a bail bond agent
2 or a general bail bond agent unless and until the department has issued a license under
3 sections 374.700 to 374.775. The license shall be issued for a term of two years.

4 2. No judge, attorney, court official, law enforcement officer, state, county, or
5 municipal employee who is either elected or appointed shall be licensed as a bail bond
6 agent or a general bail bond agent.

7 3. A licensed bail bond agent shall not execute or issue an appearance bond in this
8 state without holding a valid appointment from a general bail bond agent and without

9 attaching to the appearance bond an executed and prenumbered power of attorney
10 referencing the general bail bond agent or insurer.

11 4. No bail bond agent shall hold an appointment and execute or issue bonds in this
12 state for more than one general bail bond agent at a time.

13 5. A person licensed as a bail bond agent shall hold the license for at least four
14 years prior to being a licensed general bail bond agent.

15 6. A general bail bond agent shall not engage in the bail bond business:

16 (1) Without being licensed as a general bail bond agent under sections 374.700 to
17 374.775;

18 (2) Except through an agent licensed as a bail bond agent under sections 374.700
19 to 374.775.

20 7. A general bail bond agent shall not permit any unlicensed person to solicit or
21 engage in the bail bond business in the general bail bond agent's behalf, except for
22 individuals who are employed solely for the performance of clerical, stenographic,
23 investigative, or other administrative duties, which do not require a license under sections
24 374.700 to 374.775.

25 8. Nothing in sections 374.700 to 374.775 shall be construed to prohibit any person
26 from posting or otherwise providing a bail bond in connection with any legal proceeding,
27 provided that such person receives no fee, remuneration, or consideration thereof.

374.704. 1. Every applicant for a bail bond agent license or a general bail bond
2 agent license shall apply on forms furnished by the director.

3 2. The application of a bail bond agent shall be accompanied by a duly executed
4 general power of attorney issued by the general bail bond agent or insurer for whom the
5 bail bond agent will be acting. Upon issuance of the license, a bail bond agent shall not
6 issue an appearance bond exceeding the monetary amount for each recognizance which is
7 specified in and authorized by the general power of attorney filed with the director until
8 the director receives a duly executed qualifying power of attorney from the general bail
9 bond agent or insurer evidencing or authorizing increased monetary limits or amounts for
10 the recognizance.

11 3. An application for a general bail bond agent license shall be accompanied by
12 proof that the applicant is a Missouri sole proprietorship, corporation, or an individual
13 who is a resident of this state. A corporation shall file proof that its most recent annual
14 franchise tax has been paid to the department of revenue as provided in chapter 147,
15 RSMo. A bail bond agent or general bail bond agent shall not conduct a bail bond business
16 in any name other than the name licensed by the department. Each name used to conduct
17 a bail bond business shall be separately licensed under sections 374.700 to 374.775.

374.705. 1. The department shall administer and enforce the provisions of sections 2 374.700 to [374.775] **374.789**, prescribe the duties of its officers and employees with respect to 3 sections 374.700 to [374.775] **374.789**, and promulgate, pursuant to section 374.045 and chapter 4 536, RSMo, such rules and regulations within the scope and purview of the provisions of 5 sections 374.700 to [374.775] **374.789** as the director considers necessary and proper for the 6 effective administration and interpretation of the provisions of sections 374.700 to [374.775] 7 **374.789**.

8 2. The director shall set the amount of all fees authorized and required by the provisions 9 of sections 374.700 to [374.775] **374.789** by rules and regulations promulgated pursuant to 10 chapter 536, RSMo. All such fees shall be set at a level designed to produce revenue which shall 11 not substantially exceed the cost and expense of administering the provisions of sections 374.700 12 to [374.775] **374.789**.

374.715. 1. Applications for examination and licensure as a bail bond agent or general 2 bail bond agent shall be in writing and on forms prescribed and furnished by the department, and 3 shall contain such information as the department requires. Each application shall be 4 accompanied by proof satisfactory to the department that the applicant is a citizen of the United 5 States, is at least twenty-one years of age, **has a high school diploma or general educational** 6 **development certificate (GED)**, is of good moral character, and meets the qualifications for 7 surety on bail bonds as provided by supreme court rule. Each application shall be accompanied 8 by the examination and application fee set by the department.

9 2. In addition, each applicant for licensure as a general bail bond agent shall furnish 10 proof satisfactory to the department that the applicant, or, if the applicant is a corporation [or 11 partnership], that each officer [or partner] thereof has completed at least [two] **four** years as a 12 bail bond agent[, as defined in sections 374.700 to 374.775,] and that the applicant possesses 13 liquid assets of at least ten thousand dollars, along with a duly executed assignment of ten 14 thousand dollars to the state of Missouri[, which]. **The** assignment shall become effective upon 15 the applicant's violating any provision of sections 374.700 to 374.775. The assignment required 16 by this section shall be in the form[, and executed in the manner[,] prescribed by the department. 17 **The director may require additional assignments of assets of the general bail bond agent** 18 **when the accumulation of unsatisfied judgments by the general bail bond agent warrants** 19 **additional funds. Other circumstances warranting an increase in the assignment of assets** 20 **may be set out by rule.**

374.716. 1. Every general bail bond agent licensed in this state and every insurer 2 doing a surety business in this state shall file with the department the power of attorney 3 form that will be used in the state of Missouri.

4 2. Every bail bond agent shall account for each power of attorney assigned by the

5 general bail bond agent on a weekly basis and remit all sums collected and owed to the
6 general bail bond agent under their written contract. The general bail bond agent shall
7 maintain the weekly accounting and remittance records for a period of three years. Such
8 records shall be subject to inspection by the director or the director's designee during
9 regular business hours or at other reasonable times.

10 3. For every bond written in this state, the licensee shall provide to the principal,
11 or any person who is a party to the bail contract or any person providing funds or
12 collateral for bail on the principal's behalf a copy of the bail contract, power of attorney,
13 when available, prenumbered written receipt for acceptance of money or other collateral
14 for the taking of bail.

15 4. The power of attorney and receipt for acceptance of money or other collateral
16 shall be in the form approved by the department.

374.717. No insurer, licensee, court, or law enforcement officer shall:

2 (1) Pay a fee or rebate or give or promise anything of value to secure a settlement,
3 compromise, remission, or reduction of the amount of any bail bond to:

4 (a) A jailer, police officer, peace officer, committing judge, or any other person who
5 has authority to arrest or hold in custody any person; or

6 (b) Any public official or public employee;

7 (2) Pay a fee or rebate or give anything of value to an attorney in bail bond matters,
8 except in defense of any action on a bond;

9 (3) Pay a fee or rebate or give promise of anything of value to the principal or
10 anyone in the principal's behalf;

11 (4) Accept anything of value from a principal except the premium and expenses
12 incurred; provided that, the licensee may accept collateral security or other indemnity
13 from the principal in accordance with section 374.719.

374.719. 1. A licensee may accept collateral security from the principal in a
2 fiduciary capacity which collateral shall be returned upon final termination of liability on
3 the bond. When a licensee accepts collateral, the licensee shall provide a prenumbered
4 written receipt which shall include in detail a full account of the collateral received by the
5 licensee. The acceptance of collateral security by a bail bond agent shall be reported to the
6 general bail bond agent.

7 2. The collateral security required by the licensee shall be reasonable in relation to
8 the amount of the bond.

9 3. If a failure to appear, absconding or attempt to abscond, or a judgment of
10 forfeiture on the bond occurs, the collateral security may be used to reimburse the licensee
11 for any costs and expenses incurred associated with the forfeiture.

12 **4. The general bail bond agent shall retain records of the acceptance, return, or**
13 **judgment of forfeiture resulting in the use of the collateral to reimburse the licensee for a**
14 **period of three years. Such records shall be subject to inspection by the director or the**
15 **director's designee during regular business hours or at other reasonable times.**

 374.730. All licenses issued to bail bond agents and general bail bond agents under the
2 provisions of sections 374.700 to 374.775 shall be renewed [annually] **biennially on the**
3 **anniversary date of issuance**, which renewal shall be in the form and manner prescribed by the
4 department and shall be accompanied by the renewal fee set by the department.

 374.735. **1.** The department may, in its discretion, grant a license without requiring an
2 examination to a bail bond agent who has been licensed in another state immediately preceding
3 his **or her** applying to the department, if the department is satisfied by proof adduced by the
4 applicant that [his]:

5 **(1) The qualifications of the other state** are at least equivalent to the requirements for
6 initial licensure as a bail bond agent in [Missouri] **this state** under the provisions of sections
7 374.700 to 374.775[.], **provided that the other state licenses Missouri residents in the same**
8 **manner; and**

9 **(2) The applicant has no suspensions or revocations of a license to engage in the bail**
10 **bond or fugitive recovery business in any jurisdiction.**

11 **2. Every applicant for a license under this section, upon showing the necessary**
12 **qualifications as provided in this section, shall pay the same fee as the fee required to be**
13 **paid by resident applicants.**

14 **3. Within the limits provided in this section, the department may negotiate**
15 **reciprocal compacts with licensing entities of other states for the admission of licensed**
16 **surety recovery agents from Missouri in other states.**

17 374.740. Any person applying to be licensed as a nonresident [bail bond agent or
18 nonresident] general bail bond agent who has been licensed in another state shall devote fifty
19 percent of his working time in the state of Missouri [and]. **The nonresident applicant** shall file
20 proof with the director of insurance as to his compliance, and accompany his **or her** application
21 with the fee set by the [board and, if applying for a nonresident general bail bond agent's license,
22 with] **director by rule and** a duly executed assignment of twenty-five thousand dollars to the
23 state of Missouri, which assignment shall become effective upon the applicant's violating any
24 provision of sections 374.700 to 374.775. Failure to comply with this section will result in
25 revocation of the [nonresidence] license. The assignment required by this section shall be in the
26 form and executed in the manner prescribed by the department. All licenses issued under this
27 section shall be subject to the same renewal requirements set for other licenses issued under
28 sections 374.700 to 374.775.

374.755. 1. The department may cause a complaint to be filed with the administrative hearing commission as provided by chapter 621, RSMo, against any holder of any license required by sections 374.700 to 374.775 or any person who has failed to renew or has surrendered his license for any one or any combination of the following causes:

(1) Use of any controlled substance, as defined in chapter 195, RSMo, or alcoholic beverage to an extent that such use impairs a person's ability to perform the work of the profession licensed under sections 374.700 to 374.775;

(2) [Having entered a plea of guilty or having been found guilty of a felony] **Been finally adjudicated and found guilty, or pled guilty or nolo contendere, in a criminal prosecution under the laws of any state or the United States for a felony or crime involving moral turpitude, regardless of sentence imposition;**

(3) Use of fraud, deception, misrepresentation or bribery in securing any license [issued pursuant to sections 374.700 to 374.775] or in obtaining permission to take any examination [given or] required pursuant to sections 374.700 to 374.775;

(4) Obtaining or attempting to obtain any compensation as a member of the profession licensed by sections 374.700 to 374.775 by means of fraud, deception or misrepresentation;

(5) [Incompetency] **Misappropriation of the premium, collateral, or other thing of value given to a bail bond agent or a general bail bond agent for the taking of bail, incompetence, misconduct, gross negligence, fraud, or misrepresentation [or dishonesty]** in the performance of the functions or duties of the profession licensed or regulated by sections 374.700 to 374.775;

(6) Violation of[, or assisting or enabling any other person to violate, any provision of sections 374.700 to 374.775 or of any lawful rule or regulation promulgated pursuant to sections 374.700 to 374.775] **any provisions of or any obligations imposed by the laws of this state, department of insurance rules, or aiding or abetting other persons to violate such laws, orders, rules, or subpoenas;**

(7) Transferring a license or permitting another person to use a license of the licensee;

(8) Disciplinary action against the holder of a license or other right to practice the profession regulated by sections 374.700 to 374.775 granted by another state, territory, federal agency or country upon grounds for which revocation or suspension is authorized in this state;

(9) Being finally adjudged insane or incompetent by a court of competent jurisdiction;

(10) Assisting or enabling any person to practice or offer to practice the profession licensed or regulated by sections 374.700 to 374.775 who is not currently licensed and eligible to practice under sections 374.700 to 374.775;

(11) [Paying a fee or rebate, or giving or promising anything of value, to a jailer, policeman, peace officer, judge or any other person who has the power to arrest or to hold

37 another person in custody, or to any public official or employee, in order to secure a settlement,
38 compromise, remission or reduction of the amount of any bail bond or estreatment thereof]
39 **Acting in the capacity of an attorney at a trial or hearing of a person for whom the**
40 **attorney is acting as surety;**

41 (12) [Paying a fee or rebate, or giving anything of value to an attorney in bail bond
42 matters, except in defense of any action on a bond] **Failing to respond to a department inquiry**
43 **and failing to appear before the director or the director's authorized representative when**
44 **summoned pursuant to a duly issued subpoena or subpoena duces tecum;**

45 (13) [Paying a fee or rebate, or giving or promising anything of value, to the principal
46 or anyone in his behalf;] **Failing to provide a copy of the bail contract, power of attorney,**
47 **when available, prenumbered written receipt for acceptance of money or other collateral**
48 **for the taking of bail to the principal, any person who is a party to the bail contract or any**
49 **person providing funds or collateral for bail on the principal's behalf**

50 [(14) Participating in the capacity of an attorney at a trial or hearing of one on whose
51 bond he is surety].

52 2. After the filing of such complaint, the proceedings shall be conducted in accordance
53 with the provisions of chapter 621, RSMo. Upon a finding by the administrative hearing
54 commission that one or more of the causes stated in subsection 1 of this section have been met,
55 the [department may do any or all of the following:

56 (1) Censure the person involved;

57 (2) Place the person involved on probation on such terms and conditions as the
58 department deems appropriate for a period not to exceed ten years;

59 (3) Suspend, for a period not to exceed three years, the license of the person involved;

60 (4) Revoke the license of the person involved] **director may suspend or revoke the**
61 **license or enter into an agreement for a monetary or other penalty under section 374.280.**

62 3. **In lieu of filing a complaint at the administrative hearing commission, the**
63 **director and the bail bond agent or general bail bond agent may enter into an agreement**
64 **for a monetary or other penalty under section 374.280.**

65 4. **In addition to any other remedies available, the director may issue a cease and**
66 **desist order or may seek an injunction in a court of competent jurisdiction under section**
67 **374.046 whenever it appears that any person is acting as a bail bond agent or general bail**
68 **bond agent without a license or violating any other provisions of sections 374.700 to**
69 **374.775.**

374.757. 1. Any agent licensed by sections 374.700 to 374.775 who intends to
2 apprehend any person in this state shall inform law enforcement authorities in the city or county
3 in which such agent intends such apprehension[, before attempting such apprehension]. Such

4 agent shall present to the local law enforcement authorities a certified copy of the bond and [all]
5 other appropriate paperwork identifying the principal and the person to be apprehended. Local
6 law enforcement may accompany the agent. Failure of any agent to whom this section applies
7 to comply with the provisions of this section shall be a class A misdemeanor for the first
8 violation and a class D felony for subsequent violations[; and]. **Failure to provide such notice**
9 **shall also be a violation of section 374.755 and may [in addition be punished] subject the agent**
10 **to disciplinary action** pursuant to that section.

11 2. The surety recovery agent shall inform the local law enforcement in the county or city
12 where such agent is planning to enter a residence. Such agent shall have a certified copy of the
13 bond and [all] **other** appropriate paperwork to identify the principal. Local law enforcement,
14 when notified, may accompany the surety recovery agent to that location to keep the peace if an
15 active warrant is effective for a felony or misdemeanor. If a warrant is not active, the local law
16 enforcement officers may accompany the surety recovery agent to such location. Failure to
17 report to the local law enforcement agency is a class A misdemeanor. For any subsequent
18 violations, failure to report to the local law enforcement agency is a class D felony. **Failure to**
19 **provide such notice shall also be a violation of section 374.787 and may subject the surety**
20 **recovery agent to disciplinary action under that section.**

374.763. 1. If any final judgment ordering forfeiture of a defendant's bond is not paid
2 within the period of time ordered by the court, the court shall notify the department of the failure
3 to satisfy such judgment **unless a motion for a set aside, trial de novo, or appeal has been**
4 **filed.** The director shall draw upon the assets of the surety, remit the sum to the court, and obtain
5 a receipt of such sum from the court. The director may take action as provided by section
6 374.755 [or 374.430,] regarding the license of the surety and any bail bond agents writing upon
7 the surety's liability.

8 2. The department shall furnish to the presiding judge of each circuit court of this state,
9 on at least a monthly basis, a list of all duly licensed and qualified bail bond agents and general
10 bail bond agents whose licenses are not subject to pending suspension or revocation proceedings,
11 and who are not subject to unsatisfied bond forfeiture judgments. In lieu of such list, the
12 department may provide this information to each presiding judge in an electronic format.

374.764. 1. The director shall examine and inquire into all violations of the bail
2 **bond law of the state, and inquire into and investigate the bail bond business transacted**
3 **in this state by any bail bond agent, general bail bond agent, or surety recovery agent.**

4 **2. The director or the director's appointed agents may compel the attendance**
5 **before the director and may examine under oath the directors, officers, bail bond agents,**
6 **general bail bond agents, surety recovery agents, employees, or any other person in**
7 **reference to the condition, affairs, management of the bail bond or surety recovery**

8 business, or any matters related thereto. The director may administer oaths or
9 affirmations and may summon and compel the attendance of witnesses, and require and
10 compel the production of records, books, papers, contracts, or other documents, if
11 necessary.

12 3. The director may make and conduct the investigation in person, or the director
13 may appoint one or more persons to make and conduct the same for the director. If made
14 by a person other than the director, the person appointed by the director shall have the
15 same powers as granted to the director under this section. A certificate of appointment
16 under the official seal of the director shall be sufficient authority and evidence thereof for
17 the person to act. For the purpose of making the investigations or having the same made,
18 the director may employ the necessary clerical, actuarial, and other assistance.

374.765. [1.] Any person who practices as a bail bond agent or general bail bond agent,
2 or who purports to be a bail bond agent, or general bail bond agent, as defined in section
3 374.700, without being duly licensed under sections 374.700 to 374.775 is:

4 (1) For the first such offense, guilty of [an infraction] **class A misdemeanor**;

5 (2) For the second and each subsequent offense, guilty of a class [A misdemeanor] **D**
6 **felony**.

7 [2. Any licensed bail bond agent who knowingly violates the provisions of one or more
8 of subdivisions (3), (4), (10), (11), (12), (13), (14), or (15) of subsection 1 of section 374.755
9 shall be guilty of a class B misdemeanor.]

374.783. 1. No person shall hold himself or herself out as being a surety recovery
2 agent in this state unless such person is licensed in accordance with sections 374.783 to
3 374.789. Licensed bail bond agents and general bail bond agents performing fugitive
4 recovery shall be required to obtain a surety recovery agent license under sections 374.783
5 to 374.789.

6 2. The director shall license all surety recovery agents in this state, and shall have
7 control and supervision over the licensing of such agents and the enforcement of the terms
8 and provisions of sections 374.783 to 374.789.

9 3. The director shall have authority to:

10 (1) Set and determine the amount of the fees in sections 374.783 to 374.789
11 authorized and require by rule; provided that the fees for the license do not exceed one
12 hundred twenty-five dollars for each licensing year. The fees shall be set at a level
13 sufficient to produce revenue which shall not substantially exceed the cost and expense of
14 administering sections 374.783 to 374.789; and

15 (2) Determine the sufficiency of the qualifications for applicants for licensure.

16 4. The director shall license for a period of two years applicants for a surety

17 recovery agent license in this state who meet the requirements of sections 374.783 to
18 374.789.

374.784. 1. Applications for examination and licensure as a surety recovery agent
2 shall be submitted on forms prescribed by the department and shall contain such
3 information as the department requires, along with a copy of the front and back of a
4 photographic identification card.

5 2. Each application shall be accompanied by proof satisfactory to the director that
6 the applicant is a citizen of the United States, is at least twenty-one years of age, has a high
7 school diploma or a general educational development certificate (GED). An applicant shall
8 furnish evidence of such person's qualifications by completing at least forty hours of a
9 basic course of training at an institution of higher education or any institution or program
10 approved by the director, including training obtained in an approved law enforcement
11 training program.

12 3. The basic course of training shall consist of at least forty hours of training, be
13 taught by personnel with qualifications approved by the director and shall include
14 instruction in subjects determined by the director by rule. A surety recovery agent
15 applicant shall be exempt from the requirements of forty hours of training if the applicant
16 provides proof of prior training as a law enforcement officer with at least two years of law
17 enforcement service within five years of applying for a surety recovery agent license.

18 4. The director may refuse to issue any license under sections 374.783 to 374.789
19 for any one or any combination of causes stated in sections 374.787. The director shall
20 notify the applicant in writing of the reason or reasons for refusal and shall advise the
21 applicant of the right to file a complaint with the administrative hearing commission to
22 appeal the refusal as provided in chapter 621, RSMo.

374.785. 1. The director shall issue a license for a period of two years to any surety
2 recovery agent who is licensed in another jurisdiction and who:

3 (1) Has no violations, suspensions, or revocations of a license to engage in fugitive
4 recovery in any jurisdiction; and

5 (2) Is licensed in a jurisdiction whose requirements are substantially equal to or
6 greater than the requirements for a surety recovery agent licensed in Missouri at the time
7 the applicant applies for licensure.

8 2. For the purpose of surrender of the defendant, a surety may apprehend the
9 defendant anywhere within this state, before or after the forfeiture of the undertaking,
10 without personal liability for false imprisonment or may empower any surety recovery
11 agent to make apprehension by providing written authority endorsed on a certified copy
12 of the undertaking and paying the lawful fees.

13 **3. Every applicant for licensure under this section, upon making application and**
14 **showing the necessary qualifications provided in this section, shall be required to pay the**
15 **same fee required of resident applicants. Within the limits provided in this section, the**
16 **director may negotiate reciprocal compacts with licensing entities of other states for the**
17 **admission of licensed surety recovery agents from Missouri in other states.**

374.786. 1. Every person licensed under sections 374.783 to 374.789 shall, before
2 **the license renewal date, apply to the director for renewal for the ensuing two-year**
3 **licensing period. The application shall be made on a form furnished to the applicant and**
4 **shall state the applicant's full name, business address, resident address, the date the**
5 **applicant first received a license, and the applicant's surety recovery agent identification**
6 **number, if any.**

7 **2. A renewal form shall be mailed to each person licensed in this state at the**
8 **person's last known address. The failure to mail the renewal form or the failure of a**
9 **person to receive a renewal form does not relieve any person of the duty to be licensed and**
10 **pay the license fee required, nor exempt such person from the penalties provided for**
11 **failure to be licensed.**

12 **3. Each applicant for renewal shall accompany such application with a renewal fee**
13 **to be paid to the department for the licensing period for which renewal is sought.**

14 **4. The director may refuse to renew any license required under sections 374.783 to**
15 **374.789 for any one or any combination of causes stated in section 374.787. The director**
16 **shall notify the applicant in writing of the reason or reasons for refusal to renew and shall**
17 **advise the applicant of his or her right to file a complaint with the administrative hearing**
18 **commission as provided in chapter 621, RSMo.**

374.787. 1. The director may cause a complaint to be filed with the administrative
2 **hearing commission as provided in chapter 621, RSMo, against any surety recovery agent**
3 **or any person who fails to renew or surrenders his or her license for any one or any**
4 **combination of the following causes:**

5 **(1) Violation of any provisions of or obligations imposed by the laws of this state,**
6 **department of insurance rules, or aiding or abetting other persons to violate such laws,**
7 **orders, or rules;**

8 **(2) Been finally adjudicated and found guilty, or pled guilty or nolo contendere, in**
9 **a criminal prosecution under the laws of any state or the United States for a felony or**
10 **crime involving moral turpitude, regardless of imposition of sentence;**

11 **(3) Using fraud, deception, misrepresentation, or bribery in securing a license or**
12 **in obtaining permission to take any examination required by sections 374.783 to 374.789;**

13 **(4) Obtaining or attempting to obtain any compensation as a surety recovery agent**

14 by means of fraud, deception, or misrepresentation;

15 (5) Acting as a surety recovery agent or aiding or abetting in acting as a surety
16 recovery agent without a license;

17 (6) Incompetence, misconduct, gross negligence, fraud, or misrepresentation in the
18 performance of the functions or duties of a surety recovery agent;

19 (7) Having revoked or suspended any license by another state.

20 2. After filing the complaint, the proceedings shall be conducted in accordance with
21 the provisions of chapter 621, RSMo. Upon a finding by the administrative hearing
22 commission that one or more of the causes stated in subsection 1 of this section have been
23 met, the director may suspend or revoke the license or enter into an agreement for a
24 monetary or other penalty under section 374.280.

25 3. In lieu of filing a complaint at the administrative hearing commission, the
26 director and the surety recovery agent may enter into an agreement for a monetary or
27 other penalty under section 374.280.

28 4. In addition to any other remedies available, the director may issue a cease and
29 desist order or may seek an injunction in a court of competent jurisdiction under section
30 374.046 whenever it appears that any person is acting as a surety recovery agent without
31 a license.

374.788. 1. A surety recovery agent having probable grounds to believe a subject,
2 free on his or her bond, has failed to appear as directed by a court, has breached the terms
3 of the subject's surety agreement, or has taken a substantial step toward absconding may
4 utilize all lawful means to apprehend the subject. To surrender a subject to a court, a
5 licensed surety recovery agent, having probable grounds to believe the subject is free on
6 his or her bond, may:

7 (1) Detain a subject in a lawful manner for a reasonable time; provided that, if
8 travel from another state is involved, the detention period may include reasonable travel
9 time not to exceed seventy-two hours;

10 (2) Transport a subject in a lawful manner from state to state and county to county
11 to a place of authorized surrender; and

12 (3) Enter upon private or public property in a lawful manner to execute
13 apprehension of a subject.

14 2. A surety recovery agent who apprehends a subject under subsection 1 of this
15 section shall surrender custody of the subject to the court of jurisdiction.

16 3. When a surety recovery agent is in the process of performing fugitive recovery,
17 a photographic identification card shall be prominently displayed on the surety recovery
18 agent's person.

374.789. 1. A person is guilty of a class D felony if such person does not hold a valid surety recovery agent license or a bail bond license and commits any of the following acts:

(1) Holds himself or herself out to be a licensed surety recovery agent within this state;

(2) Claims that he or she can render surety recovery agent services; or

(3) Engages in fugitive recovery in this state.

2. Any person who engages in fugitive recovery in this state and wrongfully causes damage to any person or property, including but not limited to trespass, unlawful apprehension, unlawful detainment, or assault, shall be liable for such damages and may be liable for punitive damages.

544.640. 1. If, without sufficient cause or excuse, the defendant fails to appear either in person or by legal counsel for trial or judgment, or upon any other occasion when his presence in court may be lawfully required, according to the condition of his or her recognizance, the court must direct the fact to be entered upon its minutes, and thereupon [the recognizance is forfeited, and the same shall be proceeded upon by scire facias to final judgment and execution thereon, although the defendant may be afterward arrested on the original charge, unless remitted by the court for cause shown] at the end of the court day, the court may forfeit the bond and order an execution hearing no sooner than ninety days but no later than one hundred fifty days after the date the person fails to appear. Notice of the execution hearing shall be served within ten days of such failure to appear by certified mail to the surety's main office. Service shall be complete upon mailing of such certified notice.

2. If at the execution hearing it is determined that the judgment should be entered, the court shall so order and a writ of scire facias shall be filed in the office of the clerk of the court where such judgment is entered.

3. The court shall issue a warrant for the defendant for failure to appear if forfeiture is entered on the bond.

4. If the bail bond agent provides proof of the incarceration of the defendant who fails to appear or provides proof to the court that it is physically impossible for the defendant, bail bond agent, or surety to satisfy the conditions of the bond through no fault of the bail bond agent or surety, the bail bond agent or surety shall be released from liability and all money and property deposited with the court shall be returned within ten days.

5. In cases in which subsection 2 of this section is not applicable, on application of the surety filed within two years of the payment of final judgment, the court shall order remission of one hundred percent of the bond amount to the surety under the following conditions:

27 (1) Provided the bond forfeiture has been paid within one year after final
28 judgment, such court shall direct remission of one hundred percent of the bond amount
29 remitted to the surety if the surety locates the defendant in custody. Within thirty days of
30 the two-year period following the final judgment, upon proof of incarceration, the surety
31 shall be entitled to a refund of fifty percent of the bond amount;

32 (2) Up to two years after final judgment, if the surety surrenders the principal to
33 an authorized officer, or such surrender is denied by an authorized officer, or the surety
34 locates the defendant in custody in another jurisdiction and it is shown to the court by
35 presentation of competent evidence from the surety or the holding institution that such
36 surrender has been made or denied, or that the defendant is in custody in another
37 jurisdiction or such surrender has been made, the court shall direct that the judgment be
38 marked satisfied and the writ of execution, scire facias, be canceled.

39
40 The court shall notify the surety's main office by certified mail within ten days notification
41 of the defendant's incarceration.

42 6. A defendant may be surrendered without the return of premium for the bond
43 if the indemnitor attests in writing the desire to be released from the bond, at the discretion
44 of the surety or if the surety or the bail bond agent has reason to believe that the defendant
45 is guilty of:

46 (1) Failing to appear in court;

47 (2) Changing his or her address without notifying the bail bond agent or surety in
48 writing;

49 (3) Concealing himself or herself;

50 (4) Leaving the jurisdiction of the court without the written permission of his or her
51 bail bond agent, surety, or court;

52 (5) Violating his or her contract with the bail bond agent or surety in a way that
53 may do harm to the bail bond agent or the surety or violating his or her obligation to the
54 court;

55 (6) Being arrested for a crime other than a traffic violation where the penalty is an
56 infraction or a misdemeanor;

57 (7) Failing to pay any fee due to the bail bond agent or surety;

58 (8) Providing false information to the bail bond agent or surety;

59 (9) Knowingly or unknowingly violating any other condition of the bail or bail
60 bond contract.

61 7. Upon forfeiture of the bond, the court may order that the defendant's driver's
62 license be suspended until such time as the defendant has satisfied the forfeiture.

63 **8. The provisions of this section shall apply to all bail bonds.**

64 **9. As used in this section, "bail bond" means the only form of security to ensure**
65 **subsequent court appearances accepted by the courts in this state, except for cash bonds**
66 **or recognizance for persons who are locals and who have not previously pled guilty to or**
67 **been found guilty of failure to appear.**

 [374.710. 1. Except as otherwise provided in sections 374.700 to 374.775,
2 no person or other entity shall practice as a bail bond agent or general bail bond
3 agent, as defined in section 374.700, in Missouri unless and until the department has
4 issued to him a license, to be renewed each year as hereinafter provided, to practice
5 as a bail bond agent or general bail bond agent.

6 2. Nothing in sections 374.700 to 374.775 shall be construed to prohibit any
7 person from posting or otherwise providing a bail bond in connection with any legal
8 proceeding, provided that such person receives no fee, remuneration or consideration
9 therefor.]

 [374.725. Any person who, on September 28, 1983, is acting in any capacity
2 which would be classified as practicing as a bail bond agent or general bail bond
3 agent under the provisions of sections 374.700 to 374.775 may continue to act in
4 such capacity without being licensed under sections 374.700 to 374.775 for a period
5 of twelve months from September 28, 1983.]

 [544.650. Whenever any bail bond or recognizance has been given or entered
2 into in any criminal proceedings, conditioned for the appearance of any person
3 charged with, indicted for or convicted of any criminal offense, or for any other
4 purpose, and the conditions thereof shall become broken or the same shall be
5 forfeited, it shall be lawful and sufficient to serve the writ of scire facias or other writ
6 or process which may be issued in such proceeding, either by delivering a duly
7 certified copy of such writ or process to the person therein named, or by leaving such
8 duly certified copy of such writ or process at the usual place of abode of the person
9 therein named, with a member of his family over the age of fifteen years.]

 Section B. Sections 374.700 to 374.789 of section A of this act shall become effective
2 January 1, 2005.